## UNITED STATES DISTRICT COURT SOUTHERN DISTRICT OF NEW YORK

BENJAMIN CAREATHERS, individually and on behalf of all others similarly situated,

Plaintiff,

Case No. 1:13-CV-0369 (KFP)

VS.

RED BULL NORTH AMERICA, INC., a California corporation,

Defendant.

DAVID WOLF and MIGUEL ALMARAZ, individually and on behalf of others similarly situated,

Plaintiffs,

v.

RED BULL GMBH, a foreign company; RED BULL NORTH AMERICA, INC., a California corporation; and RED BULL DISTRIBUTION COMPANY, INC., a Delaware corporation,

Defendants.

Case No. 1:13-CV-08008

# OBJECTOR/APPELLANT PAUL J. LOPEZ'S SUR-REPLY IN OPPOSITION TO PLAINTIFFS' MOTION FOR APPEAL BOND

Paul J. Lopez, Appellant and Objector herein, files this Sur-Reply in Opposition (the "Sur-Reply") to Plaintiffs' Reply Memorandum (Dkt. No. 119) filed on August 12, 2015.

#### **SUR-REPLY**

Legal research has uncovered no appellate cases that have allowed costs of administrative delay in a class action settlement to be included in a Rule 7 cost bond and plaintiffs have cited none. In December of 2014, in *Tennille v. Western Union Co.*, 774 F.3d 1249 (10<sup>th</sup> Cir. 2014), the Tenth Circuit surveyed the various federal courts of appeal on the question of whether a Rule 7 cost bond may include damages due to the delay that objectors' appeals might cause. The court observed that:

Although Plaintiffs can point to several unreported district court cases imposing appeal bonds that cover delay damages or increased administrative costs to maintain a class settlement pending appeal, we do not find the reasoning of those cases persuasive in light of the unanimous circuit authority restricting an appeal bond to costs expressly permitted by rule or statute.

Id. at 1256 (citing cases including Adsani v. Miller, 139 F.3d 67 (2d Cir. 1998)). This Court's sister courts hold the same. See In re AOL Time Warner, Inc., 2007 WL 2741033, at \*4 (Sept. 20, 2007; see also In re Currency Conversion Fee Antitrust Litig., 2010 WL 1253741, at \*3 (S.D.N.Y. Mar. 5, 2010). There is no rule or statute that expressly permits a district court to impose damages against objectors as costs due to delays in administering a settlement while an appeal is pending. The circuit courts of appeal are unanimous on this issue. The appeal bond should be limited to no more than \$5,000, and Mr. Lopez does not oppose a Rule 7 appeal bond in that amount.

#### **CONCLUSION**

Mr. Lopez respectfully requests that, to the extent the Court orders a bond in this case, the bond should not exceed \$5,000. The request for a \$75,000 appeal bond should be denied.

Dated: August 19, 2015.

### /s/David Stein

David Stein Samuel and Stein 38 West 32nd Street, Suite 1110 New York, NY 10001

Phone: (212) 563-9884 Fax: (212) 563-9870

Email: dstein@samuelandstein.com (DS-2119)

Attorney for Objector/Appellant Paul J. Lopez

#### **Certificate of Service**

I hereby certify that on August 19, 2015, I caused one true and correct copy of the foregoing Objection to be served via ECF and First Class Mail postage prepaid upon the following parties:

Morelli Alters Ratner, LLP Benedict P. Morelli David S. Ratner Adam Deutsch 777 Third Avenue, 31st Floor New York, NY 10017

Morelli Alters Ratner, LLP Jeremy W. Alters Matthew T. Moore Miami Design District 4141 Northeast 2nd Ave., Suite 201 Miami, FL 33137

Kaplan Fox & Kilsheimer LLP Laurence D. King Linda M. Fong 350 Sansome Street, Suite 400 San Francisco, CA 94104

Kaplan Fox & Kilsheimer LLP Frederic S. Fox 850 Third Avenue, 14th Floor New York, New York 10022

Kaplan Fox & Kilsheimer LLP Justin B. Farar 11111 Santa Monica Blvd, Suite 620 Los Angeles, CA 90025

Skadden Arps Slate Meagher & Flom LLP Jason D. Russell Hillary A. Hamilton 300 S. Grand Ave. Suite 3400 Los Angeles, CA 90071 Kenneth A. Plevan Jordan A. Feirman Four Times Square New York, NY 10036

/s/ David Stein
David Stein